

**JOBSEEKER'S ALLOWANCE AND INCOME SUPPORT –  
TAX CREDITS, CHANGES FROM DECEMBER 2014**

<b>Contents</b>	<b>Paragraph</b>
Introduction	<b>1 - 2</b>
Background	<b>3</b>
Changes	<b>4</b>
Annotations	
Contacts	

**INTRODUCTION**

- 1 This memo is the latest in a series of memos containing guidance for DMs following the introduction of New Tax Credits. This particular memo should be read in conjunction with memo DMG JSA/IS 64 and gives guidance on the abolition of child elements within IS and JSA.
- 2 The changes are introduced by the Tax Credit Act 2002 (Commencement and Transitional Provisions)(Partial Revocation) Order 2014 [S.I 2014 No 1848].

**BACKGROUND**

- 3 From April 2003 one of the new tax credits introduced was Child Tax Credit (CTC) and this began to be paid to families with children. It was expected that by 6.4.05 all child elements of IS and JSA(IB) would have migrated to CTC but this was delayed and the expected end date of migration (and final abolition of all child elements) was changed from 6.4.05 to 31.12.06, then 31.12.08, then 31.12.11 and then to 31.12.14.

**CHANGES**

- 4 A continued delay with the start of migration requires that the date for the abolition of child elements be revised again. The changes revoke the provision that gives the final date for the abolition of child elements of IS and JSA(IB) and in doing so ensures the elements can continue beyond 31.12.14.

## **ANNOTATIONS**

Please annotate the number of this memo (DMG 19/14) against the following DMG paragraphs 23028, 23039, 23240, 23296, DMG memo JSA/IS 64.

## **CONTACTS**

If you have any queries about this memo, please write to DMA, Room 1S25, Quarry House, Leeds. Existing arrangements for such referrals should be followed, as set out in memo DMG 03/13 – Obtaining legal advice and guidance from DMA Leeds.

**Distribution: All Holders of Volume**

**DMA: Leeds July 2014**